

## Yackulic, Ted

---

**From:** Feldman, Stephen (Perkins Coie) <SFeldman@perkinscoie.com>  
**Sent:** Wednesday, January 29, 2014 1:40 PM  
**To:** Frederick.Phillips@USDOJ.GOV; Yackulic, Ted  
**Cc:** Justin D. Leonard (jleonard@ml-llp.com)  
**Subject:** RE: Absorbent Technologies

Fred and Ted,

I am pleased to report that we have reached an agreement, with Queen contributing \$135k and \$115k coming from the estate. (I note that I'm not positive on whether the full \$115k will be apportioned to Ferry's Chapter 7 claim or whether some portion of it will be apportioned to the estate's resolution of EPA's Chapter 7 claim. I'd kindly ask Justin to confirm the breakdown.)

Please let me know when we can expect to receive a draft of the settlement agreement, and please also let me know if you need any additional information from us at this point.

Thank you very much for your willingness to work with us in resolving this difficult and unfortunate situation.

Best,  
Stephen

---

**From:** Phillips, Frederick (ENRD) [mailto:Frederick.Phillips@usdoj.gov]  
**Sent:** Wednesday, January 29, 2014 10:05 AM  
**To:** Justin D. Leonard; Feldman, Stephen (Perkins Coie)  
**Cc:** Yackulic, Ted  
**Subject:** RE: Absorbent Technologies

I understand that the deal that I thought we had more or less worked out yesterday may have cratered. My further understanding is that the problem may be that Sean has determined that his client's equitable share of any settlement should be considerably less than Queen Street's share. If I'm correct about all of this, I don't know whether his participation in a call is likely to help us get this resolved. I'm certainly open to including him if the consensus is that that would be useful.

---

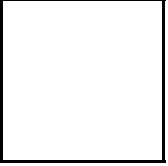
**From:** Justin D. Leonard [mailto:jleonard@ml-llp.com]  
**Sent:** Wednesday, January 29, 2014 12:45 PM  
**To:** Feldman, Stephen (Perkins Coie)  
**Cc:** Phillips, Frederick (ENRD); Yackulic, Ted  
**Subject:** Re: Absorbent Technologies

Works for me. Should Shawn Ryan be included?

- - -

**Justin D. Leonard**

Admitted in Oregon, Washington & Idaho



**[McKittrick Leonard LLP\[ML-LLP.com\]](http://McKittrickLeonardLLP.com)** | Commercial Bankruptcy & Business Law  
111 SW Columbia, Ste. 1100 | Portland, OR 97201  
P 971.634.0190 | F 971.634.0250 | **D 971.634.0192**

On Wed, Jan 29, 2014 at 9:37 AM, Feldman, Stephen (Perkins Coie) <[SFeldman@perkinscoie.com](mailto:SFeldman@perkinscoie.com)> wrote:

Yes, I am available.

---

**From:** Phillips, Frederick (ENRD) [mailto:[Frederick.Phillips@usdoj.gov](mailto:Frederick.Phillips@usdoj.gov)]  
**Sent:** Wednesday, January 29, 2014 9:36 AM  
**To:** Feldman, Stephen (Perkins Coie); Justin D. Leonard  
**Cc:** Yackulic, Ted  
**Subject:** Absorbent Technologies

Gentlemen:

Is everyone available for what I expect will be a brief call at 10:30 PT/1:30 ET today?

If not, please reply to all with times that work.

Thanks,

Fred Phillips

---

IRS CIRCULAR 230 DISCLOSURE: To ensure compliance with Treasury Department and IRS regulations, we inform you that, unless expressly indicated otherwise, any federal tax advice contained in this communication (including any attachments) is not intended or written by Perkins Coie LLP to be used, and cannot be used by the taxpayer, for the purpose of (i) avoiding penalties that may be imposed on the taxpayer under the Internal Revenue Code or (ii) promoting, marketing or recommending to another party any transaction or matter addressed herein (or any attachments).

\* \* \* \* \*

NOTICE: This communication may contain privileged or other confidential information. If you have received it in error, please advise the sender by reply email and immediately delete the message and any attachments without copying or disclosing the contents. Thank you.